

**HAMILTON STATE BANCSHARES, INC.**

	CPP Disbursement Date 02/20/2009	RSSD (Holding Company) 3392331	Number of Insured Depository Institutions 1		
Selected balance and off-balance sheet items	2009 \$ millions	2010 \$ millions	%chg from prev		
Assets	\$271	\$245	-9.6%		
Loans	\$211	\$188	-10.6%		
Construction & development	\$54	\$38	-28.5%		
Closed-end 1-4 family residential	\$23	\$26	13.7%		
Home equity	\$8	\$4	-50.8%		
Credit card	\$0	\$0			
Other consumer	\$3	\$3	-6.2%		
Commercial & Industrial	\$26	\$24	-6.6%		
Commercial real estate	\$80	\$78	-2.6%		
Unused commitments	\$23	\$19	-18.0%		
Securitization outstanding principal	\$0	\$0			
Mortgage-backed securities (GSE and private issue)	\$2	\$8	246.9%		
Asset-backed securities	\$0	\$0			
Other securities	\$6	\$1	-78.8%		
Cash & balances due	\$25	\$20	-19.2%		
Residential mortgage originations					
Closed-end mortgage originated for sale (quarter)	\$0	\$0			
Open-end HELOC originated for sale (quarter)	\$0	\$0			
Closed-end mortgage originations sold (quarter)	\$0	\$0			
Open-end HELOC originations sold (quarter)	\$0	\$0			
Liabilities	\$233	\$209	-10.2%		
Deposits	\$215	\$200	-7.2%		
Total other borrowings	\$17	\$8	-51.8%		
FHLB advances	\$17	\$8	-51.8%		
Equity					
Equity capital at quarter end	\$38	\$36	-5.4%		
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$6	\$0	NA		
Performance Ratios					
Tier 1 leverage ratio	10.2%	9.3%	--		
Tier 1 risk based capital ratio	12.2%	11.9%	--		
Total risk based capital ratio	13.4%	13.2%	--		
Return on equity <sup>1</sup>	-8.5%	-7.6%	--		
Return on assets <sup>1</sup>	-1.2%	-1.1%	--		
Net interest margin <sup>1</sup>	4.2%	4.2%	--		
Coverage ratio {(ALLL+Alloc transfer risk)/Noncurrent loans}}	90.2%	54.0%	--		
Loss provision to net charge-offs (qtr)	115.6%	124.3%	--		
Net charge-offs to average loans and leases <sup>1</sup>	2.2%	1.3%	--		
<sup>1</sup> Quarterly, annualized.					
	Noncurrent Loans		Gross Charge-Offs		
Asset Quality (% of Total Loan Type)	2009	2010	2009	2010	
Construction & development	6.1%	14.2%	1.2%	0.7%	--
Closed-end 1-4 family residential	1.4%	3.1%	0.5%	0.3%	--
Home equity	0.0%	0.0%	0.0%	0.0%	--
Credit card	0.0%	0.0%	0.0%	0.0%	--
Other consumer	0.0%	0.0%	0.1%	2.1%	--
Commercial & Industrial	0.0%	0.0%	0.0%	0.3%	--
Commercial real estate	0.2%	0.0%	0.5%	0.1%	--
Total loans	1.8%	3.3%	0.5%	0.3%	--